THE RED CLOUD CHIEF.

AGUINALDO DEFIESUS A PEACE COMMISSION.

DEWEY SAYS NATIVES WILL HAVE TO BE FOUGHT.

Cabinet Issues a Statement-Cablegram Influenced the Decision of the Peace Proposals-Will Take 150,000 soldiers the terms of peace, on condition, howto Copy with Insurgents

WASHINGTON, Aug. 1 .-- A dispatch received from Admiral Dewey announces that Aguinaldo has assumed a bold attitude of deflance and that it will take a large force from this country to subdue the insurgents.

While the cabinet was in session : cablegram from Admiral Dewey was brought in. It announced the arrival of Major General Merritt and the expedition with him at Manila, but graphically painted the uncertainties as to the future there. The dispatch, which has not been made public, save in its unimportant feature, largely guided the cabinet in the disposition of the Philippine problem.

Without mincing his words, Admiral Dewey announced that Aguinaldo had assumed a bold attitude of defiance and that there were strong indications that the Phillippine insurgents themselves would have to be fought. Based on this depiction of the gravity of the situation there, it would take 150,007



GEN. AGUINALDO.

soldiers from this country to cope with the insurgents throughout all the islands. The deferment of final disposition of the Philippine problem was based on substantially the following grounds:

Eirst, that the United States has no satisfactory knowledge of existing conditions there.

Second, that nothing is known of what obligations were incurred as between the United States forces and the Philippine insurgents.

Third, the present definite attitude of the insurgents is unknown. Fourth, the extent to which Agui-

naldo controls the islands of the Philipine group is unknown.

Fifth, incident to the foregoing, it is not known what would have to be done by this government in subjugating the insurgent forces, the Spanish and the

Terms to be Arranged by Spanish and

American Representatives WASHINGTON, Aug. 1 .- The Cabinet

and President have decided that a Spanish-American commission is to have charge of the entire question of ever, that the Spanish troops are removed immediately from Cuba and Porto Rico and that the United States

shall have one of the Ladrone islands. The President has decided that the statement intended to be made public, as to reply to Spain, shall not be given out. He reached this determination upon representation that such a course

would be a violation of the proprieties of diplomacy, which require that such a note shall not be published before it is known to have reached the nation addressed, and that even then reasonable time must be allowed for an answer.

The American reply distinctly gives warning that the proposition as to surrender of all sovereignty in the West Indian waters and the selection of an island in the Ladrones is beyond any discussion whatever.

As to the Philippines the reply says in substance that as further indemnity to the United States for its expenses the United States will hold the city of Manila, its bay and harbor, pending the determination of the future govcrnment of the whole island group. One island of the Ladrone group is to be ceded to the United States, this government to make its selection later.

In demanding the surrender of Spanish sovereignty in all our nearby waters the reply diplomatically avoids naking any pledges as to what is to be done by this government as to Cuba. The paper prepared by Secretary Day for presentation to M. Cambon, the French ambassador, as the answer of the United States to Spain's peace proposal, was laid before the cabinet when it met at 11 o'clock this morning. It contained about 1,100 words. At the adjournment yesterday the only point not fully decided upon was as to the extent of our demands respecting the Philippines.

It is now understood that the President and a majority of the cabinet members favored the retention of a coaling station at Manila and the exercise of practically the same sovereign authority over the city and ports as is exercised by Great Britain at Hong Kong. This, it is believed, will be the final result. With regard to other questions than the Philippines, the administration favors the follow-

Absolute cession to the United States of Porto Rico and all islands in the West Indies, save Cuba.

Relinquishment by Spain of sover-eignty in Cuba. The United States will exercise control there until a stable government can be established. Acquisition of a coaling station in the Ladrone islands and perhaps the out a fight.

Carolines. No assumption of Spain's Cuban or Porto Rican debts by the United

States.

MERRITT AT CAVITE. PRINCE BISMARCK IS DEAD. The Man of Blood and Iron Passes Away

home at Friedrichsruhe at 11:30 o'clock

last Saturday night rather unexpected-

Although Bismarck had not been

feeling very well, and while his rela-

tives anticipated his sickness to end

fatally, they did not look for death

to come so soon as it did, and were

shocked when the final dissolution

All Germany, and Germans every-

where, mourn the death of the man

who did so much for the fatherland.

Bismarck has been to the German em-

pire what Gladstone was to England.

ANOTHER CUBAN TOWN FALLS.

The Gunboat Nashville Takes Gibara

Without Firing a Shot.

KEY WEST, Fla., Aug. 1.-The im-

portant city of Gibara, on the north-

Santiago, has surrendered to the

schooner Gibara. Snow says that

under orders from Admiral Sampson

the gnnboat Nashville entered the

harbor of Gibara Thursday to demand

its surrender. The decks were cleared

for action to bombard the city if

any resistance was offered. Steam-

ing carefully up to the city the com-mander of the Nashville was surprised

to find no attempt made from shore to

resist the advance, not even a Spanish

flag flying over the public buildings.

He sent an officer and an armed force

ashore to demand the surrender of the

city, and they found that the Span-

iards had evacuated the day before

rive here to-day.

n the province of Santiago.

Hold Out Little Longer.

TELEGRAPHS WASHINGTON OF HIS ARRIVAL BERLIN, Aug. 1 .- Prince Oile von Bismarck Schaunhassen died at his

ly.

came

2.am. Troops are Needed-Cab that all che Soldiers Originally Intended for IIIm Should be Sent-Manila Had Not Been Attacked Monday

WASHINGTON. Aug. 1.-- Yews of the arrival of Major General Wesley Merritt at Cavite, was received here this morning in the following cablegram: Hone Kone, July 30. - Adjutant Jeneral United States Army, Washington. Cavite, July 25 .- Arrived today about 12. Health of commands good. Remainder of fleet about four days in rear. All troops assigned me will probably be needed .- Merritt, major general commanding.

The same news reached the Navy department in this dispatch from Admiral Dewey:

"CAVITE, July 25 .- Secretary of the Navy: Merritt arrived yesterday on the Newport. The remainder of the expedition is expected within the next few days.-Dewey."

General Merritt sailed from San Francisco June 29 on the swift transport Newport with 800 officers and men. The third expedition of 4,200 men sailed the two previous days, the Newport overtaking them at Honolulu. The Newport was armed with six Gattling guns and carried, besides, the Astor battery and Batteries H and K of the Third artillery. Detachments from the signal and hospital corps

were also on boaad. Before leaving America General Merritt prepaped a proclamation to be issued on his arrival. It is in Spanish and announces that he comes to free the people of the islands and that they will be granted the fullest liberty compatible with the preservation of law. The Newport carried \$5,000,000 to be used for the payment of troops.

The first expedition, with 2,501 men under General Anderson, arrived at Cavite July 3.

The second, with 3,515 officers and men, sailed June 15. Its safe arrival was reported ten days ago. General Merritt will have under him. when the rest of this fleet arrives, 11,016 men. MANILA, July 25, via Hong Kong .-The Spaniards are gradually realizing that Spain has not been victorious, that the expected reinforcements are not coming and that the contest is utterly hopeless. The insurgents are in overwhelming numbers and the Spaniards can only obtain the bare necessaries of

Only a fortnight ago Spanish national pride was rampant, but it is now merging into indignation at Spain's feebleness. While the officers will never surrender without a fight, they will jump at the first honorable opportunity to surrender. They fear national disgrace too much to yield with-

has given rise to a report that they supply is sufficient for only about grumbling jocularly at the small proatermined to suspend operations had

PRINCE BISMARCK Unexpectedly

Peaceful End to Stormy Career of the Iron Chancellor.

PASSED AWAY UNEXPECTEDLY.

DEAD.

Man of War Passes Away Surrounded by His Family, to Whom He Addressed His Last Words, Which Were of Thanks for Their Kindly Attentions.

BERLIN, Aug. 1.-Prince Otto Eduard Leopold von Bismarck-Schonhausen died Saturday night at 11 o'clock at his home at Fredrichsruhe. His sons. Counts William and Herbert, and their wives, were at his bedside when the end came.

A number of papers, including the Post, the Vorwaerts and the Deutsche Zeitung did not contain the news of the prince's death. The Kreuz Zeitung and some others had only a brief notice.

cast coast of Cuba, in the province of The Lokal Anzeiger prints the fullest details from its correspondent at Friedrichsruhe, but the other papers, misled by Dr. Schweninger's and the family's statements regarding the prince's condition, made no provision to obtain the news of his death. A majority of the provincial papers did not contain the news.

The Nachrichten gives the fullest details of the last days and death of Bismarck. It says:

"On Tuesday evening an improve ment set in in the prince's condition, in which repeated changes for the worse had occurred since October last; and he was able to appear at the table and take part in the conversation,



PRINCE BISMARCK.

drinking champagne and afterwards smoking several pipes, which he had

"His condition was so satisfactory that Dr. Schweninger, after the prince had gone to bed, left with the intention of returning on Saturday. His condition was comparatively satisfactory throughout Friday and Saturday

BACK FROM WAR.

Battleship Texas Arrives in New York Harbor -- Enthusiastically Welcomed.

NEW YORK, Aug. 1.-Ikack from the coast of Cuba, battle-scarred and powder-stained and punctured in spots, with her formidable guns bristling in the sunlight and her officers and crew laughing and cheering like schoolboys on a holinay trip, the United States battleship Texas, Captain J. W. Philip in command, steamed slowly up the lower bay from Sandy Hook yesterday forenoon on her way to the Brooklyn navy yard. Salutations of welcome came from all sides. Every vessel that boasted a steam whistle let it shrick for all it was worth.

The cheers of the excursionists and the passengers on the numerous ferryboats were taken up by the people who watched the black painted warship from the New York and Brooklyn shores, and the brave sailors responded with waving caps and handkerchiefs as they stood on the main deck dressed in white duck suits.

The general outward appearance of the big floating fort showed that the Texas had had a rough time of it. and a close inspection revealed the places where the shells of the dons had penetrated the port bow and starboard superstructure.

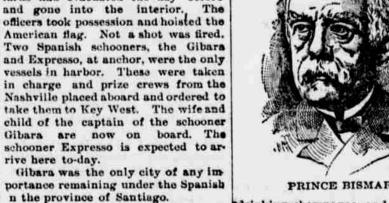
The firing of the port turret gun across the upper deck shook the vessel considerably, and she will need a general overhauling, as her decks and supports have been loosened. If occasion required, however, the Texas could fight at a moment's notice, her batteries being in excellent order.

FLAG RAISED OVER YAUCO.

Another Porto Blean City Under the Stars and Stripes.

PORT OF PONCE, Porto Rico, Aug. 1. -Without seeing or hearing anything of the enemy, the advance guard of General Henry's division, which landed, at Guanica on Tuesday, arrived here to-day, taking the cities of Yauco, Taltaboa, Sabana Grande and Ponuelas. Attempts by the Spaniards to blow up bridges and otherwise destroy the railroad between Yauco and Ponce failed, only a few flat cars being burned. Our troops have fired up the locomotives and are now operating the road from end to end, carrying supplies, messages and men.

At Yauco the Americans were welcomed in an address made by the alcalde and a public proclamation was issued, dated: "Yauco. Porto Rico, United States of America, July 27." Major Webb Hayes of the Sixth Ohio, son of former President Hayes, hauled up the flag on the palace, amid cheers from the populace. The people seemed really glad that the Americans were here, but they fear an uprising of the natives in the interior. who, it is asserted, will rob. kill and destroy property in revenge for many years of Spanish misrule. General Henry has made a report to this effect to General Miles and advises that a guard be left to protect the captured cities. The empty transports have lef'



WHY SPAIN SUED FOR PEACE, not done lately. Junta Says It Was Because Havana Can

NEW YORE, Aug. 1.-Horatio S. Rubens, counsel of the Cuban junta, in an interview said that the reason Spain made peace proposals at this morning. He read the Nachrichten time was that Havana could not hold and conversed on politics, particu-The fighting in the suburbs is desul-tory and the Americans are idle. This said Mr. Rubens, "that Havana's food In the forenoon he took luncheon,

American navy. This information was brought here this morning by Ensign Snow, who, with a prize crew, arrived in charge of the Spanish

SHAFTER'S REPLY TO CRITICS.

Garcia Personally Invited to the Capita Intion-Where the Cubans Falled.

WASHINGTON, Aug. 1 .- The war department has received the following:

"SANTIAGO, Aug. 1.-- I have the New York Sun of Saturday, July 23, in which comments are made as to my treatment of General Garcia. I desire to say that General Garcia was invited by me personally to go into the city of Santiago at the time I entered, but he declined upon the ground that the Spanish civil officers were left in power. It was fully explained to him that these officials were continued in power until it was convenient to change them for others.

"General Garcin's assistance to me has been purely voluntary on his part and he was told at the beginning that I did not exercise any control over him except as he chose to give. The trouble with General Garcia was that he expected to be placed in command at this place; in other words, that we would turn the city over to him. I explained to him fully that we were at war with Spain and that the question of Cuban independence could not be considered by me.

"Another grievance was that, finding that several thousand men marched in without opposition from General Garcia. I extended my own lines in front of him and closed up the gap, as I saw that I had to depend on my own men for any effective investment of the place.-Shafter."

HATES TO LOSE PORTO RICO.

Spain Thinks America's Terms Are Un necessarily Severe.

LONDON, Aug. 1 .- The Madrid correspondent of the Daily Mail says: The Spanish government will combat to the last against a cession of Porto Rico to the United States. It would much rather sacrifice one of the Phil-Ippine islands, contending that Porto Rico has always been loyal and outside the scope of war.

OThe American reply is still anxiously awaited. Judging from press opinions anything beyond the cession of Cuba will be considered harsh and unjust. This is the unanimous feeling among even the stronmet advocates of peace.

DEATH OF CAPTAIN DODGE.

The Officer Had Seen Twenty-Three Yours' Service-Known in the West.

WASHINGTON, Aug. 1.-A telegram received from Santiago announces the death of Captain Dodge, Twentyfourth infantry, well known in the West.

Captain Dodge entered the army as a private twenty-three years ago, and was well known in Leavenworth, where he lived many years and where he married Miss Kate Chase Taylor, daughter of the late Major David Taylor, paymaster in the regular army.

No war indemnity for Spain. The cabinet adjourned about a

o'clock. As to the Philippines, it was decided to leave their government open for the present, to be determined later by a commission to be appointed by the two countries, the United States meanwhile to exercise control and jurisdiction over Manila, its harbor and immediately surrounding territory.

The scope and power of this commission could not be learned and the method devised for enforcing any verdict it might reach was left to surmise.

The Administration's general purpose underlying the commission arrangement is understood to be the development of the sober second thought of the American people as to the disposition of the Philippines, unclouded by the clash of war and unaffected by momentary lust for territorial acquisition.

Of course it is understood that no matter what form the Philippine arrangement takes the United States is to acquire a naval station there, for it is understood that the original plan to acquire a coaling station has been broadened into a demand for a naval station.

The argument that brought about this change was the representation of the naval war board that one of the most pressing needs of the United States naval vessels in Asiatic waters was a good dry dock and some machine shops where the repairs that were always required by the complex war ships of to-day can be effected. It was iso pointed out that under strict application of the neutrality laws, as arged by some writers, the United States might be prevented in time of war from taking its own coal from its own coaling station, though the same rule cannot be applied to a naval station, which would be held under an entirely different tenure. The maintenance of a naval station would require more territory than a coaling station and the existence of a dock yard at Cavite has fixed the eyes of the naval war board upon that place as one ready made for our occupancy.

A naval station involves some resident population to supply the neces-sary labor and some agricultural land is required to maintain this population, the extent of the territory depending entirely upon the size of the station and its importance.

Some of the naval officers have been urging, and their representations have been given weight, that the whole of the island of Luzon is not too great an expanse to support properly such a station as the United States will require. They point also to the difficulty that would be encountered in defending a station that does not occupy the whole of the island upon which it is located On the other hand it is pointed out that there are several hundred thous Charity is dead, because the wealthy sand semi-barbarous inhabitants of themselves are in need of assistance.

until September, and by that time peace will probably be concluded. Then, it is asserted here, the Americans may permanently annex the Caroline islands and the Ladrone islands and possibly abandon the Philippines with the exception of keeping a coalng station here.

Although the insurgents have redoubled their efforts they have hitherto been unable to capture the citadel. On the other hand, the Spaniards are not able to re-establish their suzerian-

Under the circumstances it seems vident that somebody must interfere n the name of humanity.

Some insurgent shells have been hrown into the citadel, but they do not appear to have done much damage. The natives are reported to be starving by thousands and Europeans are also hard pressed for food.

WON'T YIELD PHILIPPINES.

Spain Will Continue the War Bather Than Give Them Up.

WASHINGTON, July 30 .- It was stated ast night in a high diplomatic quarter, in such manner as to give semiofficial character to the expression, that if American control or supervision of the Philippines was an indispensable condition laid down as the basis for peace negotiations it was practically certain the Spanish government would not accede to this condition, but would determine rather to continue the war. As to the other peace conditions they do not present any insurmountable barrier to the speedy restoration of peace, and while there is no authority for saying that Spain would accept these terms and retire from Cuba and Porto Rico, there is every indication that she would yield rather than continue a disastrous war. But the future of the Philippines appears to be of as much concern to the Spanish government as it is to the American cabinet just now, and there is even greater insistence on the continuation of the Spanish sovereignty over this group than there is over the more valuable islands of Cuba and Porto Rico.

The honeymoon often ends with the groom's last quarter.

Even the Wealthy Begin to Feel the Pangs of Hunger.

KEY WEST, Aug. 1.-Hunger in elaiming many victims, both rich and poor, in Havana. Since the extended blockade has closed the ports of Sagua la Grande, Nipe and Bantanboa, no provisions have entered the Cuban capital, and General Blanco's scanty tore in the warehouses has been exhansted.

liread riots have already begun. Two brothers, bakers, were killed by a mob for defending two dozen loaves. and a letter, apparently from his wife written from New Orleans, June 29.

wo weeks more. civilians in the city and from 50,000 to 60,000 soldiers. Only two steamers have succeeded in running the blockade, and their cargoes will not go very far among 250,000. Madrid has been notified that Havana's condition is becoming desperate, and with that in view and also with the purpose of doing something before General Miles

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had invaded Porto Rico or Manila had fallen, the peace proposals were made. "They knew very well in Madrid that Porto Rico can not effectively resist Miles, and that the surrender of Manila is only a question of days. Therefore, they chose this as a fitting time to negotiate for terms of peace, assuming, of course, that the United States would stop fighting at once and that the weakness of Spain would not be so completely revealed as it wc be later."

TWO TRAINS IN A COLLISI'

Fireman and Several Passengers Re Severe Injuries.

WICHITA, Kan., Aug. 1-Two Missouri Pacific passenger trains ran together in West Wichita at 5 o'clock this evening and injured eight persons. The train dispatcher, instead of sends ing regular orders, advised the officers of the outgoing train to Genesee to leave on time and wait at the junction to pass the mixed train from Kiowa. The two collided on a straight stretch of track near the junction. The engines and tenders were thrown into a ditch and the boiler heads were blown

Fireman Byrd of the Geneseo train jumped from his engine and was bruised on the back and head.

W. S. Vandiver, a Wichita traveling man, was hit on the head. There is a deep gash in his forehead and he is unconscious bnt will probably recover. W. R. Darragh, traveling for John-

ston & Fife, St. Joseph, head bruised. P. B. Dilday, face cut. Some others were slightly injured.

The trains were delayed several hours. After the Fight.

First Philistine-Goliath had no business to fight anyway. He was out of condition. Second Philistine-Yes. Didn't expect it to come off for five years. Did you have much on it .-Life.

Articles Taken From the Bodies Served to Identity That of a Now Orleans Man.

Sr. Jouns, N. F., Aug. 1.-The arti cles taken from the bodies of victima of the Bourgogne disaster by the captain and crew of the schooner Delight and brought to this city yesterday have served to positively establish the fact that one of the bodies was that of Rene Gaillard of New Orleans. He was bound for Paris. His purse, with his name on it, passage ticket, baggage checks, money and letters were recovered, as well as also his gold watch

ortion of spirits in his drinking water Then a sudden change for the worse occurred, in consequence of an acute attack of pulmonary oedema, and in the course of the afternoon he frequently became unconscious.

"Recently, besides periods of unhad intervals of drowsiness, falling into long, sound and beneficial sleep, on awakening from which he would be completely refreshed.

"On Saturday evening grave symp-toms appeared. Death came easily and painlessly. Dr. Schweninger was able to some extent to lighten the last moments, wiping the mucous from the patient's mouth and enabling him to reathe more freely.

"The last words Prince Bismarck uttered were addressed to his daughter, Countess Von Rantzau, who wiped the perspiration from his forward. They were: 'Thanks, my child.'"

A BOOM IN PONCE.

Merchants Are Trying to Reap a Harvest From the American Invaders.

PONCE, Porto Rico, July 29 .- Business in the city has enjoyed a great boom since the arrival of the Americans. The merchants are eagerly engaged in competition for the American dollar. American gold is at a premium of 100 per cent. Yesterday prices were cheap, to-day they are enormous. Yesterday the price of a breakfast at the Hotel Francais was 25 centavos; this morning it is 1 peso. The natives imagine that the pockets of the Americans can emit a countless flow of eagles and double eagles. There is a plenty of provisions in the city, except rice, one of the staples, which is quoted at a very high figure for this country.

Heroes of Santiago Unite.

SANTIAGO DE CUBA, Aug. 1.-Yesterday afternoon many officers from the American regiments outside the village met at the palace for a preliminary discussion of a proposal to found what would be known as the "Military Society of Santiago," the members to be officers in the recent campaign. The idea is to make commemorative medals from bronze of the old Spanish

JEFFEBSON CITY, Mo., Aug. 1 .- Attorney General Crow has decided that both the express companies and telegraph companies are to pay for the stamps required by the new revenue law in regard to the business handled by them.

Troops After Carlists.

PARIS, Aug. 1 .- The Madrid correspondent of the Temps says that a band of 300 Carlists recently appeared ceived at Cartagena, confirming the nenr Seo de Urgel, in Catalonia, and the troops are pursuing them.

for Tampa

Shipload of Sick Men.

NEW YOEK, Aug. 1.-The United States transport Concho, Captain Samuel Risk, which sailed from Santiago July 23, with 162 sick officers and men, usual mental clearness, the prince had arrived yesterday. The Concho arrived at Hampton Roads the 37th ult., and was placed in strict quarantine by the United States medical officers at that place. The Concho remained at anchor for three days, and during that time five deaths occurred on board. Not being permitted to bury the dead on shore, the transport was obliged to proceed to sea, where the bodies of the five men were prepared for burial and consigned to the deep. The Concho was then ordered to proceed to Nev York.

Spain Thinks Terms Are Severe.

LONDON, Aug. 1 .- The Madrid correspondent of the Times mys: The conflicting accounts of the American peace terms and a suspicion that the Washington government was temporizing in order to confront Spain with the occupation of Porto Rico and the capitulation of Manila, originally caused irritation and provoked strong language, but it is now seen that the suspicion was unfounded. The terms, however, are regarded as very hard, and the annexation of Porto Rico and the repudiation of the colonial debt is characterized ar flagrantly unjust.

Troops in Cuba to Return.

WASHINGTON, Aug. 1.-Secretary Alger is hastening the preparations at Montauk Point for the reception of the fifth army corps, now at Santiago. Surgeon General Sternberg has just dispatched Colonel Forwood of his bureau to the site of his camp with instructions to erect at once a hospital capable of accommodating no less thap 500 soldiers.

Spaniards Destroy a Cuban Town.

KEY WEST, Fia., Aug. 1 .-- Reports have reached here that Nuevitas, on the north coast of the province of Puerto Principe, Cuba, has been bombarded by the ships of the blockading squadron, evacuated by the Spanish and subsequently burned.

Hot Alabama Campalga.

OPELIEA, Ala , Aug. 1 .- The little village of Cussetta, near here, was the scene Saturday night of a serious and very exciting tragedy. Two prominent white men and four negroes were shot and several others narrowly escaped a similar fate at a political meeting.

Colombia to Give In.

CoLON, Colombia, Aug. 1.--An official dispatch from Bogota has been re reported probability of an early settlement of the Cerruti affair.

guns now at El Morro.

The Tax on Telegrams.